

The Utility Service Board met Thursday, June 19, 2014, at 11:30 a.m., in the board room at the service center at 1111 McClure Road chaired by Barry Turner. Other board members present were: Nancy Ann Brown, Clayton Force, Greg Lacy and Cheryl McAvoy. Also present were: Keith Reeves, Director; Dale Langferman, Manager of Finance & Business Operations; Ed Bergsieker, Manager of Engineering; Garry Pugh, Manager of Wastewater Operations; Melinda Burton, Executive Administrative Assistant; and Stan Gamso, attorney.

## VISITORS

Ryan Mackos, Strand Associates; and Darren Wells, GRW Engineers.

## REGULAR MINUTES

**Clayton Force made the motion to approve the minutes from May 15, 2014, as prepared. Cheryl McAvoy seconded the motion and the vote was unanimous.**

### Revised 2014 Plan

Dale Langferman reported our Depreciation Expense which had been budgeted in September 2014 was not accurate due to the manner in which it is calculated. He explained depreciation is only an assumption based on which projects staff feels will be completed by year-end, and has therefore, caused unfavorable variances in both water and wastewater.

Staff recommended approval of the revised plan for depreciation expense in order to more accurately report the financial comparisons.

**Nancy Ann Brown made the motion to approve the revised 2014 Plan for Depreciation Expense. Cheryl McAvoy seconded the motion and the vote was unanimous.**

### WATER STREET WWTP DEMOLITION, CHANGE ORDER #2

Keith Reeves reported the original contract for the Water Street WWTP Demolition project included an allowance for asbestos identification and removal in case more was discovered during the demolition process. No more material was discovered and the allowance needs to be deducted from the contract total. The total contract price with the reduction is \$843,857.44, which is 1% above the original contract price of \$834,255.

Staff recommended approval of Change Order #2.

**Cheryl McAvoy made the motion to approve Change Order #2 for the Water Street WWTP Demolition project. Clayton Force seconded the motion and the vote was unanimous.**

### SEPTAGE FEES

Garry Pugh reported that staff has completed a study investigating the cost of treating hauled septic waste. The current fee is \$0.019 per gallon, plus a \$22 dumping fee per load. The proposed rate is \$0.04 X gallons dumped during the month, plus a monthly bill charge of \$4.42. This amounts to a 20% increase and covers our cost to treat the septage.

Staff recommended approval of the new rate.

**Clayton Force made the motion to approve the new rate of \$0.04 X gallons dumped during the month, plus a monthly bill charge of \$4.42. Nancy Ann Brown seconded the motion and the vote was unanimous.**

### CLAIMS

The June water claims were presented for approval.

**Cheryl McAvoy made the motion to approve the June water claims. Clayton Force seconded the motion and the vote was unanimous.**

The June wastewater claims were presented for approval.

**Cheryl McAvoy made the motion to approve the June wastewater claims. Clayton Force seconded the motion and the vote was unanimous.**

### FINANCE REPORT

The financial written report was presented.

### MANAGER OF ENGINEERING REPORT

The Engineering written report was presented.

### MANAGER OF WASTEWATER OPERATIONS REPORT

The Wastewater Operations written report was presented.

### DIRECTOR'S REPORT

The Director's written report was presented.

### MAY MEETING

The next regular meeting will be Thursday, July 17, 2014, at 11:30 a.m., in the board room at the Service Center.

ADJOURNMENT

The meeting adjourned at 12:54 p.m.

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Barry Turner, Chairman  
UTILITY SERVICE BOARD

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Greg Lacy, Secretary  
UTILITY SERVICE BOARD